FORM MR-AR (Revised 1/2006)

## STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210
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## ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

| 1.  | Gene        | ral Information   |
|-----|-------------|---|
|     | 1.          | Report Time Period: From (mo./yr.) 1/31/05To (mo./yr.) 1/31/06                |
|     | 2.          | DOGM File Number (Mine No): SO30059   |
|     | 3.          | Mine Name: Last Chance - Promontory Point                                     |
|     | 4.          | Mineral(s) Mined (or permitted to mine): Rock & gravel                        |
|     | 5.          | Type of mine:   |
|     | 6.          | Legal Description (Location of Lands Affected):                               |
|     |             | NE 1/4, NW 1/4, 1/4, Section 30, Township 6N, Range 5W                        |
|     |             | 1/4,1/4,1/4, Section, Township, Range   |
|     |             | 1/4,1/4,1/4, Section, Township, Range   |
|     | 7.          | Name of Operator or Company: Promontory Point Land Resources LLC              |
|     | 8.          | Permanent Street Address: 550 North Main Street, Suite 317                    |
|     |             | City, State, Zip: Logan, Utah 84321   |
|     |             | Phone: 435-752-1667 Fax: 752-1689 E-mail: eau@pcu.net                         |
|     | 9.          | Company Representative (or designated operator):                              |
|     |             | Name: Gilbert D. Miller   |
|     |             | Title: Secretary/Treasurer (PPLR)   |
|     |             | Business Address: 550 North Main Street, Suite 317                            |
|     |             | City, State, Zip: Logan, Utah 84321   |
|     |             | Phone: 435-752-1667 Fax: 752-1689 E-mail: eau@pcu.net                         |
|     |             | Please check if any of the above information has changed since previous year. |
| II. | <u>Mini</u> | ing and Reclamation   |
|     | 1.          | Was there any mine related activity during the past year? Yes □ No★□          |
|     | 2           | If no - what was the last year of activity? Unknown                           |

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| 3.                        | Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material. <u>none</u>  |
|---------------------------|--|
|                           |  |
| 4.                        | Briefly describe the type of work performed, during the past year. none  |
|                           |  |
| 5.                        | How much new or additional acreage was disturbed during the past year? none  |
| 6.                        | How much acreage was reclaimed during the past year?none   |
| 7.                        | Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. (Submit form MR-SITE for an application for full or partial bond/site release). none |
|                           | none   |
|                           |  |
| 8.                        | What is the total disturbed acreage of entire project at years end? none   |
| 9.                        | Briefly summarize any mining and/or reclamation plans for the upcoming year.  No plans at this time - this could change  |
|                           |  |
| 10.                       | The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.  |
| NOTE: Section             | III., "Additional Information" applies only to large mining operations.  |
|                           | Information - R647-4-121.2   |
| 1.                        | Include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.   |
| IV Signature I            | Not applicable   |
|                           | by certify that the foregoing is true and correct.   |
|                           | Name (Typed or Print):Gilbert D. Miller  |
|                           | Title of Operator: Secretary/Treasurer PPLR  |
|                           | Signature of Operator:   |
|                           | Date: January 19, 2006   |
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